

Stipulated Award
NASD Dispute Resolution

In the Matter of the Arbitration Between:

Name of the Claimant
Annabelle Haupt

Case Number: 03-02780

Names of the Respondents
Salomon Smith Barney Inc.
Jeffrey McDonald
Jack B. Grubman

Hearing Site: Tampa, Florida

Nature of the Dispute: Customer vs. Member and Associated Person.

REPRESENTATION OF PARTIES

For Annabelle Haupt, hereinafter referred to as "Claimant": William Young, Esq., Hooper & Weiss, L.L.C., Orlando, Florida.

For Salomon Smith Barney Inc. ("Salomon"), Jeffrey McDonald ("McDonald") and Jack B. Grubman ("Grubman"), hereinafter collectively referred to as "Respondents": Angelika Hunnefeld, Esq., Greenberg Traurig, Miami, Florida.

CASE INFORMATION

Statement of Claim filed on or about: March 25, 2003.

Claimant signed the Uniform Submission Agreement: March 19, 2003.

Statement of Answer filed by Respondents on or about: June 27, 2003.

Respondent Salomon signed the Uniform Submission Agreement: May 22, 2003.

Respondent Grubman signed the Uniform Submission Agreement: May 23, 2003.

Respondent McDonald signed the Uniform Submission Agreement: June 12, 2003.

CASE SUMMARY

Claimant asserted the following causes of action: breach of contract; breach of fiduciary duty-the duties of care, loyalty, full disclosure, fair dealing and good faith; violations of Section 10(b) and Rule 10b-5 of the Securities Exchange Act of 1934; common law fraud; constructive fraud; violations of SRO Conduct Rules; violations of Florida Blue Sky Laws; negligence; failure to supervise; and, respondeat superior. The causes of action relate to Claimant's investments in shares of stock of Worldcom, Cisco, Nortel Networks, ADC Telecommunication and mutual funds including the Aim Select Growth Fund and the Aim New Technology Fund.

Unless specifically admitted in their Answer, Respondents denied the allegations made in the Statement of Claim and asserted various affirmative defenses.

RELIEF REQUESTED

Claimant requested damages of \$125,320.53; disgorgement and restitution of all earnings, profits, compensation and benefits received by Respondents; pre and post judgment interest at the legal rate; attorneys' fees and the costs and expenses of this proceeding; and, such other and further relief as the arbitration panel deemed just and proper.

Respondents requested that the Statement of Claim be dismissed in its entirety.

OTHER ISSUES CONSIDERED AND DECIDED

On or about September 24, 2004, the parties advised NASD Dispute Resolution that the matter had been resolved and submitted a Stipulated Motion for Award Directing Expungement (the "Motion") and Order Directing Entry of Stipulated Award Expunging this Matter as to Financial Consultant Jeffrey McDonald (the "Order") for execution by the arbitration panel.

The parties have agreed that the Stipulated Award in this matter may be executed in counterpart copies.

AWARD

After considering the pleadings, the Motion, the Order and the record in this matter, the undersigned arbitrators (the "Panel") have decided in full and final resolution of the issues submitted for determination as follows:

The Panel recommends the expungement of all references to the above captioned arbitration from Respondent McDonald's public and non-public registration records maintained by the NASD Central Registration Depository ("CRD"), with the understanding that pursuant to NASD Notices to Members 99-09 and 99-54, Respondent McDonald must obtain confirmation from a court of competent jurisdiction before the CRD will execute the expungement directive.

FEES

Pursuant to the NASD Code of Arbitration Procedure (the "Code"), the following fees are assessed:

Filing Fees

NASD Dispute Resolution will retain or collect the non-refundable filing fees for each claim:

Initial claim filing fee = \$300.00

Member Fees

Member fees are assessed to each member firm that is a party in these proceedings or to the member firm(s) that employed the associated person(s) at the time of the event(s) giving rise to the dispute. In this matter, the member firm is a party.

Member surcharge = \$1,700.00

Pre-hearing process fee	= \$750.00
Hearing process fee	= \$2,750.00

Adjournment Fees

Adjournments granted during these proceedings for which fees were assessed:

No adjournment fees were incurred in this matter.

Three Day Cancellation Fees

Fees apply when a hearing on the merits is postponed or settled within three business days before the start of a scheduled hearing session.

No three-day cancellation fees were incurred in this matter.

Injunctive Relief Fees

Injunctive relief fees are assessed to each member or associated person who files for a temporary injunction in court. Parties in these cases are also assessed arbitrator travel expenses and costs when an arbitrator is required to travel outside his or her hearing location and additional arbitrator honoraria for the hearing for permanent injunction. These fees, except the injunctive relief surcharge, are assessed equally against each party unless otherwise directed by the Panel.

No injunctive relief fees were incurred in this matter.

Forum Fees and Assessments

The Panel has assessed forum fees for each session conducted. A session is any meeting between the parties and the arbitrator(s), including a pre-hearing conference with the arbitrator(s), that lasts four (4) hours or less. Fees associated with these proceedings are:

One (1) Pre-hearing session with the Panel @ \$1,125.00	= \$1,125.00
Pre-hearing conference: October 23, 2003	1 session

Total Forum Fees	= \$1,125.00
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Pursuant to the agreement of the parties, the Panel has assessed \$562.50 of the forum fees to Claimant and \$562.50 of the forum fees to Respondents, jointly and severally.

Administrative Costs

Administrative costs are expenses incurred due to a request by a party for special services beyond the normal administrative services. These include, but are not limited to, additional copies of arbitrator awards, copies of audio transcripts, retrieval of documents from archives, interpreters, and security.

No administrative costs were incurred in this matter.

FEE SUMMARY

Claimant is solely liable for:

Initial Filing Fee	= \$300.00
Forum Fees	= \$562.50

Total Fees	= \$862.50
Less payments	= \$862.50

Balance Due NASD Dispute Resolution	= \$0.00
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Respondent Salomon is solely liable for:

Member Fees	= \$5,200.00
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Total Fees	= \$5,200.00
Less payments	= \$5,200.00

Balance Due NASD Dispute Resolution	= \$0.00
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Respondents are jointly and severally liable for:

Forum Fees	= \$562.50
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Total Fees	= \$562.50
Less payments	= \$562.50

Balance Due NASD Dispute Resolution	= \$0.00
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ARBITRATION PANEL

Ian S. Greig	-	Public Arbitrator, Presiding Chair
Darlene M. Andert	-	Public Arbitrator
Deborah J. Powell	-	Non-Public Arbitrator

Concurring Arbitrators' Signatures

/S/

Ian S. Greig
Public Arbitrator, Presiding Chair

Signature Date

/S/

Darlene M. Andert
Public Arbitrator

Signature Date

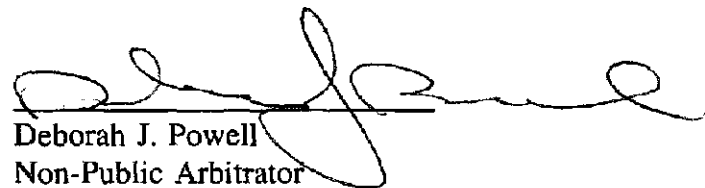
/S/

Deborah J. Powell
Non-Public Arbitrator

Signature Date

November 11, 2004

Date of Service (For NASD Dispute Resolution office use only)


Deborah J. Powell
Non-Public Arbitrator

10/29/04
Signature Date

Date of Service (For NASD Dispute Resolution office use only)

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Darlene M. Andert

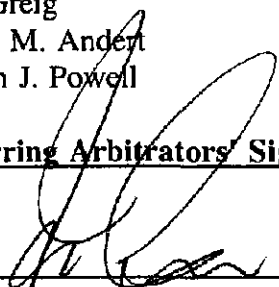
Deborah J. Powell

- Public Arbitrator, Presiding Chair

- Public Arbitrator

- Non-Public Arbitrator

Concurring Arbitrators' Signatures



Ian S. Greig

Public Arbitrator, Presiding Chair

10/23/04

Signature Date

Darlene M. Andert

Public Arbitrator

Signature Date

NASD Dispute Resolution
Arbitration No. 03-02780
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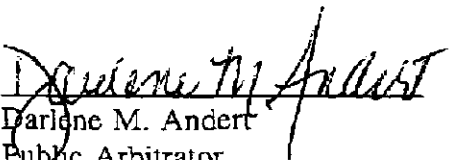
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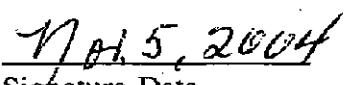
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Ian S. Greig
Public Arbitrator, Presiding Chair


Darlene M. Andert
Public Arbitrator

Signature Date


Signature Date